

Department of Insurance

DIVISION SUMMARY:	FY 2004 Total Appr	FY 2004 Actual	FY 2005 Total Appr	FY 2006 Request	FY 2006 Gov Rec	FY 2006 Approp
BY PROGRAM						
Insurance Regulation	5,186,900	4,955,000	5,345,400	5,890,800	5,972,000	5,940,600
State Fire Marshal	842,000	766,200	939,000	1,081,800	1,078,000	1,072,300
Total:	6,028,900	5,721,200	6,284,400	6,972,600	7,050,000	7,012,900
BY FUND SOURCE						
Dedicated	5,874,100	5,555,700	6,115,800	6,755,100	6,833,000	6,795,900
Federal	154,800	165,500	168,600	217,500	217,000	217,000
Total:	6,028,900	5,721,200	6,284,400	6,972,600	7,050,000	7,012,900
Percent Change:		(5.1%)	9.8%	11.0%	12.2%	11.6%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,870,800	3,699,400	4,139,900	4,398,300	4,385,300	4,349,600
Operating Expenditures	2,038,600	1,912,400	1,992,500	2,242,800	2,333,200	2,331,800
Capital Outlay	117,000	106,900	149,500	329,000	329,000	329,000
Trustee/Benefit	2,500	2,500	2,500	2,500	2,500	2,500
Total:	6,028,900	5,721,200	6,284,400	6,972,600	7,050,000	7,012,900
Full-Time Positions (FTP)	69.50	69.50	70.50	71.50	71.50	71.50

In accordance with Idaho Code §67-3519, this agency is authorized no more than 71.50 full-time equivalent positions at any point during the period July 1, 2005 through June 30, 2006 for the programs specified.

	FTP	Gen	Ded	Fed	Total
FY 2005 Original Appropriation	70.50	0	6,083,700	167,500	6,251,200
HB 805 One-time 1% Salary Increase	0.00	0	32,100	1,100	33,200
FY 2005 Total Appropriation	70.50	0	6,115,800	168,600	6,284,400
Non-Cognizable Funds and Transfers	0.00	0	0	49,500	49,500
Budgeted Reversion	0.00	0	(3,900)	(1,100)	(5,000)
FY 2005 Estimated Expenditures	70.50	0	6,111,900	217,000	6,328,900
Removal of One-Time Expenditures	0.00	0	(179,300)	(49,500)	(228,800)
Base Adjustments	0.00	0	1,600	0	1,600
FY 2006 Base	70.50	0	5,934,200	167,500	6,101,700
Benefit Costs	0.00	0	44,200	0	44,200
Inflationary Adjustments	0.00	0	0	0	0
Replacement Items	0.00	0	302,300	0	302,300
Nonstandard Adjustments	0.00	0	180,000	49,500	229,500
Change in Employee Compensation	0.00	0	0	0	0
27th Payroll	0.00	0	135,800	0	135,800
FY 2006 Program Maintenance	70.50	0	6,596,500	217,000	6,813,500
Enhancements	1.00	0	199,400	0	199,400
FY 2006 Total	71.50	0	6,795,900	217,000	7,012,900
Chg from FY 2005 Orig Approp.	1.00	0	712,200	49,500	761,700
% Chg from FY 2005 Orig Approp.	1.4%		11.7%	29.6%	12.2%

I. Department of Insurance: Insurance Regulation

STARS Number & Budget Unit: 280 INAB, 280 INAD(Cont), 280 INAE(Cont), 280 INAG(Cont), 280 INAH(Cont)

Bill Number & Chapter: S1177 (Ch.135), S1230 (Ch.325), H395 (Ch.398)

PROGRAM DESCRIPTION: The Insurance Regulation program is comprised of a Company Activities Bureau and Consumer Affairs Bureau. The Company Activities Bureau is charged with monitoring the financial condition of all insurance entities licensed or approved to sell insurance in this state to ensure that each will be able to meet its obligations to policyholders and creditors. The Consumer Affairs Bureau licenses insurance agents, brokers, insurance counselors, third party administrators, adjusters, and managing general agents. The Consumer Affairs Bureau is also responsible for the Senior Health Insurance Benefits Advisors (SHIBA), a network of volunteers that provide information and counseling to senior citizens. [Statutory Authority: Idaho Code §41-201 et seq.]

PROGRAM SUMMARY:	FY 2004 Total Appr	FY 2004 Actual	FY 2005 Total Appr	FY 2006 Request	FY 2006 Gov Rec	FY 2006 Approp
BY FUND SOURCE						
Dedicated	5,032,100	4,789,500	5,176,800	5,673,300	5,755,000	5,723,600
Federal	154,800	165,500	168,600	217,500	217,000	217,000
Total:	5,186,900	4,955,000	5,345,400	5,890,800	5,972,000	5,940,600
Percent Change:		(4.5%)	7.9%	10.2%	11.7%	11.1%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,312,800	3,181,300	3,499,800	3,733,200	3,720,800	3,690,500
Operating Expenditures	1,771,000	1,680,300	1,715,800	1,944,800	2,038,400	2,037,300
Capital Outlay	100,600	90,900	127,300	210,300	210,300	210,300
Trustee/Benefit	2,500	2,500	2,500	2,500	2,500	2,500
Total:	5,186,900	4,955,000	5,345,400	5,890,800	5,972,000	5,940,600
Full-Time Positions (FTP)	60.50	60.50	60.50	61.50	61.50	61.50
DECISION UNIT SUMMARY:						
	FTP	General	Dedicated	Federal	Total	
FY 2005 Original Appropriation	60.50	0	5,149,500	167,500	5,317,000	
HB 805 One-time 1% Salary Increase	0.00	0	27,300	1,100	28,400	
FY 2005 Total Appropriation	60.50	0	5,176,800	168,600	5,345,400	
Non-Cognizable Funds and Transfers	0.00	0	0	49,500	49,500	
Budgeted Reversion	0.00	0	(2,700)	(1,100)	(3,800)	
FY 2005 Estimated Expenditures	60.50	0	5,174,100	217,000	5,391,100	
Removal of One-Time Expenditures	0.00	0	(153,500)	(49,500)	(203,000)	
Base Adjustments	0.00	0	1,600	0	1,600	
FY 2006 Base	60.50	0	5,022,200	167,500	5,189,700	
Benefit Costs	0.00	0	42,300	0	42,300	
Replacement Items	0.00	0	208,600	0	208,600	
Nonstandard Adjustments	0.00	0	162,200	49,500	211,700	
27th Payroll	0.00	0	113,900	0	113,900	
FY 2006 Maintenance (MCO)	60.50	0	5,549,200	217,000	5,766,200	
1. Market Conduct Analyst	1.00	0	64,600	0	64,600	
3. Deputy Attorney General	0.00	0	109,800	0	109,800	
FY 2006 Total Appropriation	61.50	0	5,723,600	217,000	5,940,600	
Change From FY 2005 Original Approp.	1.00	0	574,100	49,500	623,600	
% Change From FY 2005 Original Approp.	1.7%		11.1%	29.6%	11.7%	

APPROPRIATION HIGHLIGHTS: Personnel benefit costs were funded. No inflationary increases were provided. Nonstandard adjustments reflect changes in Attorney General, Controller and Treasurer fees, and risk management rates. Separate legislation funded the one-time 27th Payroll from dedicated and federal funds including the Economic Recovery Fund in place of the General Fund (\$1230). A one-time 1% Change in Employee Compensation (CEC) increase was provided contingent upon a prescribed balance in the General Fund at the end of fiscal year 2005 (H395). There were two enhancements funded in this budget: (1) 1 FTP and \$64,600 (\$62,900 PC, \$1,700 CO) for a Market Conduct Analyst position; and (2) \$109,800 for a deputy attorney general to prosecute insurance fraud (there is a corresponding enhancement in the Attorney General's budget). The Department of Insurance will prepay for the position in FY 2006. In the first year, the Attorney General will bill the Department for costs associated with the new position, which is why the spending authority in this enhancement is necessary. In subsequent years, the General Fund will be reimbursed through the statewide cost allocation plan.

OTHER LEGISLATION: H356 is the FY 2006 appropriation for the Attorney General.

FY 2006 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
D 0229-10 Self-Governing, Oper	60.50	3,382,500	1,926,100	0	0	0	5,308,600
OT D 0229-10 Self-Governing, Oper	0.00	111,200	5,300	210,300	0	0	326,800
D 0349-00 Miscellaneous Rev	1.00	77,500	8,000	0	0	0	85,500
OT D 0349-00 Miscellaneous Rev	0.00	2,700	0	0	0	0	2,700
F 0348-00 Federal Grant	0.00	116,600	97,900	0	2,500	0	217,000
Totals:	61.50	3,690,500	2,037,300	210,300	2,500	0	5,940,600

II. Department of Insurance: State Fire Marshal

STARS Number & Budget Unit: 280 INAC

Bill Number & Chapter: S1177 (Ch.135), S1230 (Ch.325), H395 (Ch.398)

PROGRAM DESCRIPTION: The State Fire Marshal focuses on fire prevention and arson investigation. This is done by enforcing the Uniform Fire Code, investigating suspected arson or fraud, and educating the public in matters of fire prevention and hazardous conditions in buildings or premises. [Statutory Authority: Idaho Code §41-253 - 268]

PROGRAM SUMMARY:	FY 2004 Total Appr	FY 2004 Actual	FY 2005 Total Appr	FY 2006 Request	FY 2006 Gov Rec	FY 2006 Approp
BY FUND SOURCE						
Dedicated	842,000	766,200	939,000	1,081,800	1,078,000	1,072,300
Percent Change:		(9.0%)	22.6%	15.2%	14.8%	14.2%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	558,000	518,100	640,100	665,100	664,500	659,100
Operating Expenditures	267,600	232,100	276,700	298,000	294,800	294,500
Capital Outlay	16,400	16,000	22,200	118,700	118,700	118,700
Total:	842,000	766,200	939,000	1,081,800	1,078,000	1,072,300
Full-Time Positions (FTP)	9.00	9.00	10.00	10.00	10.00	10.00
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2005 Original Appropriation	10.00	0	934,200	0	934,200	
HB 805 One-time 1% Salary Increase	0.00	0	4,800	0	4,800	
FY 2005 Total Appropriation	10.00	0	939,000	0	939,000	
Budgeted Reversion	0.00	0	(1,200)	0	(1,200)	
FY 2005 Estimated Expenditures	10.00	0	937,800	0	937,800	
Removal of One-Time Expenditures	0.00	0	(25,800)	0	(25,800)	
FY 2006 Base	10.00	0	912,000	0	912,000	
Benefit Costs	0.00	0	1,900	0	1,900	
Replacement Items	0.00	0	93,700	0	93,700	
Nonstandard Adjustments	0.00	0	17,800	0	17,800	
27th Payroll	0.00	0	21,900	0	21,900	
FY 2006 Maintenance (MCO)	10.00	0	1,047,300	0	1,047,300	
2. Vehicle	0.00	0	25,000	0	25,000	
FY 2006 Total Appropriation	10.00	0	1,072,300	0	1,072,300	
Change From FY 2005 Original Approp.	0.00	0	138,100	0	138,100	
% Change From FY 2005 Original Approp.	0.0%		14.8%		14.8%	

APPROPRIATION HIGHLIGHTS: Personnel benefit costs were funded. No inflationary increases were provided. Nonstandard adjustments reflect changes in Attorney General, Controller and Treasurer fees, and risk management rates. Separate legislation funded the one-time 27th Payroll from dedicated and federal funds including the Economic Recovery Fund in place of the General Fund (S1230). A one-time 1% Change in Employee Compensation (CEC) increase was provided contingent upon a prescribed balance in the General Fund at the end of fiscal year 2005 (H395). There was one enhancement funded in this budget: \$25,000 for one vehicle for a Plan Review Deputy Fire Marshal.

FY 2006 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
D 0229-11 State Fire Marshal	10.00	637,200	294,500	0	0	0	931,700
OT D 0229-11 State Fire Marshal	0.00	21,900	0	118,700	0	0	140,600
Totals:	10.00	659,100	294,500	118,700	0	0	1,072,300